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NOTICE OF CONFIDE August Manhay MAN REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING "" COMMATION BEFORE IT IS FILED IN THE PUBLIC RECORDS: YOUR SOCIAL TOWNS HON BEFORE IT IS FILED IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

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OIL, GAS AND MINERAL LEASE

THIS AGREEMENT made this 29th day of September, 2008, between Laura R. Wells and Cristopher Wells, wife and husband Lessor (whether one or more), whose address is: 632 Springhill Court, Hurst, Texas 76054 and XTO Energy Inc., whose address is: 810 Houston St., Fort Worth, Texas 76102, Lessee, WITNESSETH:

1. Lessor, in consideration of ten dollars and other valuable consideration, receipt of which is hereby acknowledged, and of the covenants and agreements of Lessee hereinafter contained, does hereby grant, lease and let unto Lessee the land covered hereby for the purposes and with the exclusive right of exploring, drilling, mining and operating for, producing and owning oil, gas, sulphur and all other minerals (whether or not similar to disposal of salt water, construct roads and bridges, dig canals, build tanks, power stations, telephone lines, employee houses and other structures on said land, necessary or useful in Lessee's operations in exploring, drilling for, producing, treating, storing and transporting minerals produced Tarrant, State of Texas, and is described as follows:

0.404 acres, more or less, out of the J. Duncan Survey, Abstract No. 399, being Lot 35, Block 4, of Wintergreen Acres Addition, an Addition to the City of Hurst, Tarrant County, Texas, according to the Plat thereof recorded in Volume 388-65, Page 58, Plat Records of Tarrant County, Texas, and being those same lands more particularly described in a General Warranty Deed with Vendor's Lien dated September 24, 2007 from Thomas E. Minnick, Roberta A. Minnick to Laura R. Wells and Cristopher Wells, wife and husband and recorded in Document No. 2007 246115, Deed Records, Tarrant County, Texas, and amendments thereof, including streets, easements and alleyways adjacent thereto, and any riparian rights.

This is a non-development Oil, Gas and Mineral Lease, whereby Lessee, its successors or assigns, shall not conduct any operations, as defined herein, on the surface of said lands. However, Lessee shall have the right to pool or unitize said lands, or part thereof, with other lands to comprise an oil and/or gas development unit. It is the intention of Lessor to allow Lessee to explore for oil and/or gas without using the surface of Lessor's land for any operations. This clause shall take precedence over any references to surface operations contained within the preprinted portion of this

This lease also covers and includes, in addition to that above described, all land, if any, contiguous or adjacent to or adjoining the land above described and (a) owned or claimed by Lessor by limitation, prescription, possession, reversion, after-acquired title or unrecorded instrument or (b) complete or accurate description of said land. For the purpose of determining the amount of any bonus or other payment hereunder, said land shall the true acreage thereof. Lessor accepts the bonus as lump sum consideration for this lease and all rights and options hereunder.

- 2. Unless sooner terminated or longer kept in force under other provisions hereof, this lease shall remain in force for a term of 3 years from the date hereof, hereinafter called "primary term," and as long thereafter as operations, as hereinafter defined, are conducted upon said land with no cessation for more than ninety (90) consecutive days.
- with no cessation for more than ninety (90) consecutive days.

 3. As royalty, Lessee covenants and agrees: (a) To deliver to the credit of Lessor, in the pipe line to which Lessee may connect its wells, the posted market price of such 25% part of all oil produced and saved by Lessee from said land, or from time to time, at the option of Lessee, to pay Lessor the average case, to bear 25% of the cost of treating oil to render it marketable pipe line oil; (b) To pay Lessor on gas and casinghead gas produced from said land (1) when sold by Lessee 25% of the amount realized by Lessee, computed at the mouth of the well, or (2) when used by Lessee off (c) To pay Lessor on all other minerals mined and marketed or utilized by Lessee from said land or in the manufacture of gasoline or other products, the market value, at the mouth of the well, or (2) when used by Lessee off (c) To pay Lessor on all other minerals mined and marketed the royalty shall be one dollar (\$1.00) per long ton. If, at the expiration of the pooled, capable of producing oil or gas, and all such wells are shut-in, this lease shall, nevertheless, continue in force as if no shut-in had said wells, but in the exercise of such diligence, Lessee's tall one to produce the mineral standard or so long as said wells are shut-in, and thereafter this lease may be continued in force as if no shut-in had said wells, but in the exercise of such diligence, Lessee shall not be obligated to install or furnish facilities of other than well facilities and ordinary lease Lessee. If, and the primary term, all such wells are shut-in, for a period of ninety consecutive days, and check or draft of Lessee, as royalty, a sum equal to one dollar (\$1.00) for each acre of land then covered hereby. Lessee shall may be one to expiration of said ninety day period if upon such anniversary this lease is being of payment would be entitled to receive the royalties which would be paid under this lease if the wells were producing, and may be deposited in in least of the manufacture of p
- assignment of this lease in whole or in part, fiability for payment hereunder shall rest exclusively on the then owner or owners of this lease, severally as to acreage owned by each.

 4. Lessee is hereby granted the right, at its option, to pool or unitize any land covered by this lease with any other land, lease, or leases, as to any or all minerals or horizons, so as to establish units containing not more than 80 surface acres, any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged as to any one or more horizons, or existing units may be enlarged to a substitute of the design units than any of those herein permitted, either at the regular location, or after enlargement, are permitted or required under any governmental rule or order, for the deling or operation of a well at a enlarged to conform to the state permitted or required by such governmental order or rule. Lessee shall exercise said option as to each desired unit time and from time or the date provided for in said instrument or instruments or instrument or instruments or poutuction has been established desired unit time and from time to time of the date provided for in said instrument or instruments are so file of record. Each of said options may be exercised by Lessee at any lard, or on the portion of said land included in the unit, or on other land unitized therewith. A unit established hereunder shall be valid and effective provide, or on the portion of said la

pool or unitize as provided in this paragraph 4 with consequent allocation of production as herein provided. As used in this paragraph 4, the words "separate tract" mean any tract with royalty ownership differing, now or hereafter, either as to parties or amounts, from that as to any other part of the leased premises.

- 5. Lessee may at any time and from time to time execute and deliver to Lessor or file for record a release or releases of this lease as to any part or all of said land or of any mineral or horizon thereunder, and thereby be relieved of all obligations, as to the released acreage or interest.
- 6. Whenever used in this lease the word "operations" shall mean operations for and/or any of the following: preparing the drillsite location and/or access road, drilling, testing, completing, reworking, recompleting, deepening, sidetracking, plugging back or repairing of a well in search whether or not in paying quantities.
- 7. Lessee shall have the use, free from royalty, of water, other than from Lessor's water wells, and of oil and gas produced from said land in all operations hereunder. Lessee shall have the right at any time to remove all machinery and fixtures placed on said land, including the right to draw shall pay for damages caused by its operations to growing crops and timber on said land.
- 8. The rights and estate of any party hereto may be assigned from time to time in whole or in part and as to any mineral or horizon. All of the covenants, obligations, and considerations of this lease shall extend to and be binding upon the parties hereto, their heirs, successors, assigns, and successive assigns. No change or division in the ownership of said land, royalties, or other moneys, or any part thereof, howsoever effected, shall increase the obligations or diminish the rights of Lessee, including, but not limited to, the location and drilling of wells and the measurement change or division in the ownership of said land or of the royalties, or other moneys, or the right to receive the same, howsoever effected, shall be binding upon the then record owner of this lease until sixty (60) days after there has been furnished to such record owner at his or its principal certified copies of the instruments which have been properly filed for record and which evidence such change or division, supported by either originals or duly such change or division. If any such change in ownership occurs by reason of the death of the owner, Lessee may, nevertheless pay or tender such records and provided for above.
- 9. In the event Lessor considers that Lessee has not complied with all its obligations hereunder, both express and implied, Lessor shall notify of said notice within which to meet or commence to meet all or any part of the breaches alleged by Lessor. The service of said notice shall be precedent to the bringing of any action by Lessor on said lease for any cause, and no such action shall be brought until the tapse of sixty (60) days after service of such notice on Lessee. Neither the service of said notice nor the doing of any acts by Lessee aimed to meet all or any of the alleged breaches shall be deemed an admission or presumption that Lessee has failed to perform all its obligations hereunder. If this lease is to constitute a drilling or maximum allowable unit under applicable governmental regulations, (but in no event less that forty acres), such acreage require; and (2) any part of said land included in a pooled unit on which there are operations. Lessee shall also have such easements on said land or convenient for current operations.
- 10. Lessor hereby warrants and agrees to defend title to said land against the claims of all persons whomsoever. Lessor's rights and interests hereunder shall be charged primarily with any mortgages, taxes or other liens, or interest and other charges on said land, but Lessor rights of the holder thereof and to deduct amounts so paid from royalties or other payments payable or which may become payable to the entire and undivided fee simple estate (whether Lessor's interest in the oil, gas, sulphur, or other minerals in all or any part of said land than the therein, if any, covered by this lease, bears to the whole and undivided fee simple estate therein, then the royalties and other or not owned by Lessor) shall be paid out of the royalty herein provided. This lease shall be binding upon each party who executes it without
- 11. If, while this lease is in force, at, or after the expiration of the primary term hereof, it is not being continued in force by reason of the shut-in well provisions of paragraph 3 hereof, and Lessee is not conducting operations on said land by reason of (1) any law, order, rule or regulation, (whether or not subsequently determined to be invalid) or (2) any other cause, whether similar or dissimilar, (except financial) beyond the reasonable control of Lessee, the primary term hereof shall be extended until the first anniversary date hereof occurring ninety (90) or more days following the removal of such delaying cause, and this lease may be extended thereafter by operations as if such delay had not occurred.
- 12. Lessor agrees that this lease covers and includes any and all of Lessor's rights in and to any existing well(s) and/or wellbore(s) on said land, other than existing water wells, and for all purposes of this lease the re-entry and use by Lessee of any existing well and/or wellbore shall be deemed the same as the drilling of a new well.
- 13. Notwithstanding anything to the contrary contained in this lease, at the option of Lessee, which may be exercised by Lessee giving notice to Lessor, a well which has been drilled and Lessee intends to frac shall be deemed a well capable of producing in paying quantities and the date such well is shut-in shall be when the drilling operations are completed.
- 14. As a result of land development in the vicinity of said land, governmental rules or ordinances regarding well sites, and/or surface restrictions as may be set forth in this lease and/or other leases in the vicinity, surface locations for well sites in the vicinity may be limited reworking or other operations are either restricted or not allowed on said land or other leases in the vicinity, it is agreed that any such provided that such operations are associated with a directional well for the purpose of drilling, reworking, producing or other operations under said land or lands pooled therewith, shall for purposes of this lease be deemed operations conducted on said land. Nothing except as expressly stated.
- 15. The consideration paid for this lease shall also constitute consideration for an option to the Lessee, its successors and assig

to extend the initial three (3) year primary term for a seprimary term by delivery of payment of an additional boto Lessor of exercise of the option. In the event Lesse then all terms of this lease shall remain in full force and	so considute consideration for an option to the Lessee, its successors and assigneed two (2) year term. This option may be exercised anytime during the initial option of \$20.000.00 per net mineral acre. The bonus payment shall constitute notice elects to exercise this option and makes the bonus payment provided for about deffect as if the original primary term was five (5) years.
WITNESS WHEREOF, this instrument is executed	on the date first above written.
Mutaph WWW. LESSOR: Christopher Wells	Laura R. Wells LESSOR: Laura R. Wells
STATE OF }	
COUNTY OF <u>TARRANT</u> }	(ACKNOWLEDGMENT FOR INDIVIDUAL)
This instrument was acknowledged before me on the S Christophia - & Laura Luc	day of September 2008 by
	Signature Och Ronaldon
	Notary Public
Seal: DEB DONALDSON	Printed DEB 1)ONOLOSON
Notary Public State	

